GOVERNMENT OF INDIA
POWER
LOK SABHA

STARRED QUESTION NO:146
ANSWERED ON:01.12.2006
UTILISATION OF FUNDS FOR POWER GENERATION
Rao Shri Kalva Kuntla Chandrasekhar

Will the Minister of POWER be pleased to state:

(a) Whether there is a huge shortage of power in the country ?

(b) If so, the details of the power generation capacity increased by the States during the last three years, State-wise;

(c) Whether some State Governments have not utilized the funds allocated by the Union Government to increase their power generation capacity;

(d) If so, the details thereof along with the reasons therefor; and

(e) The action taken by the Union Government in this regard ?

Answer

THE MINISTER OF THE STATE IN THE MINISTERY OF POWER(SHRI SUSHILKUMAR SHINDE)

(a) to (e) : A Statement is laid on the Table of the House.

STATEMENT

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF STARRED QUESTION NO. 146 TO BE ANSWERED IN THE LOK SABHA ON 01.12.2006 REGARDING UTILISATION OF FUNDS FOR POWER GENERATION.

(a) : Despite record generation growth of over 7% during April-October, 2006, overall shortage of power exists in the country due to increase in demand for power outstripping the availability of power. The shortages vary from State to State, season to season, day to day and even on hourly basis depending on the demand and supply of power.

(b) :The generation capacity additions made by the States in the State Sector during the last three years are as under:

(in MW)

Year	Hydro	Thermal	Total
2003-04	165.00	651.60	816.60
2004-05	515.00	653.92	1168.92
2005-06	1060.00	428.00	1488.00
2006-07	374.00	0	374.00
Total	2114.00	1733.52	3847.52

up to 25.11.2006

Project-wise details are Annexed.

(c) to (e) : The Power Finance Corporation (PFC) and Rural Electrification Corporation (REC) of the Ministry of Power provide debt financing for power generation projects especially in the State sector projects. To ensure that good projects do not suffer for want of funds, these organizations have geared themselves to mobilize required funds so that adequate funds are available for all good projects. The year-wise details of sanction by PFC and REC to state generation projects including Independent Power Producers (IPPs) during the last three years are as under:

Rs. in crore

Organization	2003-04	2004-05	2005-06
PFC	8,648	12,756	15,654
REC	5,811	5,496	5,873
Total	14,459	18,252	21,527

States have been advised for identification and firming up 11th Plan State sector generation projects and IPPs to over come Power shortages and to indicate to PFC and REC about their likely financing requirements.